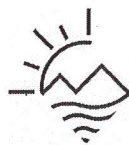




Linda S. Adams
Secretary for
Environmental Protection



Department of Toxic Substances Control

Maureen F. Gorsen, Director
700 Heinz Avenue
Berkeley, California 94710-2721



Arnold Schwarzenegger
Governor

JAMES R. BECKER
VP - Diablo Canyon Operations
and Station Director

June 27, 2006

JUL 5 2006

CERTIFIED MAIL

Fwd to _____

Copy to _____

Mr. James R. Becker
Vice-President
Diablo Canyon Operation and Station Director
Diablo Canyon Power Plant
Post Office 56
Avila Beach, California 93424

On February 22, 23, and 24, 2006, the California Environmental Protection Agency, Department of Toxic Substances Control (Department), conducted an inspection of Diablo Canyon Power Plant (DCPP), located at 3890 Avila Beach Drive, Avila Beach, California 93424. The enclosed report describes the findings of this inspection, including all violations and any actions that should be taken by the facility to correct the violations.

The Department is in receipt of DCPP's March 14, 2006 response to the February 24, 2006 Summary of Violations, as noted within the inspection report. The violations have been adequately corrected by DCPP. Compliance will be verified during the next inspection.

You are required by section 25185(c)(3) of the Health and Safety Code to submit a written response to the Department within 7 days describing the corrective actions that you have taken or propose to take to bring your facility into compliance. If you dispute any of the violations, you should explain your disagreement in this written response. The issuance of this letter does not preclude the Department from taking administrative, civil, or criminal action as a result of the violations noted in the report.

All pertinent information derived from the inspection, including documents, photographs, and sampling results, are included as attachments to the report, except copies of documents provided by your facility at the time of the inspection. In order to reduce copying and mailing costs, these have not been returned to you with the report; copies will be provided if you request them. This report will become a public document; you may request that any trade secret or facility security information be withheld from public disclosure. (See Health and Safety Code Section 25173 attached.)

Mr. James R. Becker
June 27, 2006
Page 2

If you wish to assert the trade secret privilege after you have reviewed the report, please provide specific answers to each of the following questions, for each item, within 10 days of receipt of this letter:

1. To what extent is there knowledge of the information conveyed by the photograph/document outside your business?
2. To what extent is there knowledge of the information conveyed by the photograph/document, by employees and others in your business?
3. To what extent have measures been taken to guard the secrecy of the information?
4. Is the information valuable to competitors? If so, why?
5. Has there been substantial monetary expenditure in the development of the information?
6. Could the information be easily and properly acquired or duplicated by others?

The Department will review this information to determine if the information should be treated as trade secrets and notify you accordingly.

If you have any questions regarding this letter, or if you wish to meet with the Department to discuss any questions or concern you have with the inspection, or the report, please call Essam Eissa at (510) 540-3888.

Sincerely,


Patricia Barni
Section Chief
Statewide Compliance Division

Enclosure

Certified Mail No.: 7004 1350 0005 4025 5650